

Exhibit 21

Smoler Testimony

U.S. COMMODITY FUTURES TRADING COMMISSION

In the Matter of:
Monex:

)
)
)
) Matter Number:
) N/A

Testimony of:
Ronald Smoler

)
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)
)

CONFIDENTIAL

TESTIMONY OF RONALD SMOLER

Irvine, California

Wednesday, May 6, 2015

Reported by:
DIANE ADAMS
CSR No. 5176

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1 something if it doesn't show up on your screen?

2 A I don't know what you're talking about.

3 Q Don't you have to have it in inventory in order
4 to lend it to somebody?

5 A I have it in inventory.

6 Q Then why doesn't it show up on your screen?

7 A What screen?

8 Q The screen of your running totals of inventory?
9 No?

10 A No, that's on a daily basis.

11 Q Where is the 10,000 ounces of silver that MCC
12 had before this loan?

13 A In the depository. 10,000 ounces of silver, I
14 have two contracts short, okay. The customer sells me
15 the 10,000. Now I own 10,000. Before I didn't. I'm at
16 risk.

17 Q From your standpoint, your vantage point on the
18 trade desk, are you managing the inventory for MCC and
19 MDC?

20 A Yes.

21 Q So when MCC loans this customer the inventory so
22 he can sell it back to MDC, what, mechanically, happens?

23 A I don't know.

24 Q Is there anything more than just a trading
25 position reflected for this customer taking this short?

1 A I don't know.

2 MR. METZGER: Any other any questions?

3 Well, thank you for your time. We don't have
4 any further questions for you today. If we have any
5 further questions of course we'll make arrangements
6 through your counsel.

7 We will go off the record.

8 (TIME NOTED 12:54 p.m.)
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